FCC Received July 3, 1996 @ 12:22 p.m. Donna G. Bradshaw

## FEDERAL COMMUNICATIONS COMMISSION BECEIVED JUL 1 2 1996

FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF SECRETARY

In the Matter of:	)	MM DOCKET	No.:	96-104
SOUTHWESTERN BROADCASTING CORPORATION	)	File No.:	BRH-	-900315UC
For Renewal of License for Station KLZK (FM) Brownfield, Texas	)			

## CORRECTED COPY

Volume:

2

Pages:

22 through 55

Place:

Washington, D.C.

Date:

June 27, 1996

## HERITAGE REPORTING CORPORATION

Official Reporters
1220 L Street, NW, Suite 600
Washington, D.C.
(202) 628-4888

## RECEIVED

JUL 1 2 1996

FEDERAL COMMUNICATIONS COMMISSION 22 OFFICE OF SECRETARY

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, F.C. 20554

In the Matter of:

MM DOCKET No.: 96-104

SOUTHWESTERN BROADCASTING

File No.: BRH-900315UC

CORPORATION

For Renewal of License for Station KLZK (FM) Brownfield, Texas

Courtroom 4
FCC Building
2000 L Street, N.W.
Washington, D.C.

Thursday, June 27, 1996

The parties met, pursuant to the notice of the Judge, at 9:30 a.m.

BEFORE: HON. RICHARD L. SIPPEL

Administrative Law Judge

APPEARANCES:

On behalf of Southwestern Broadcasting Corp.:

LAWRENCE J. BERNARD, JR., ESQUIRE 5224 Chevy Chase Parkway Washington, D.C. 20015 (202) 237-8215

On behalf of Federal Communications Commission:

KENNETH M. SCHEIBEL, ESQUIRE Federal Communications Commission Mass Media Bureau 2000 M Street, N.W. Washington, D.C. 20554 (2021 418-1792

INDEX

<u>WITNESSES:</u> <u>DIRECT CROSS REDIRECT RECROSS DIRE</u>

None.

EXHIBITS

IDENTIFIED RECEIVED REJECTED

None.

Hearing Began: 9:30 a.m. Hearing Ended: 10:36 a.m.

1	<u>PROCEEDINGS</u>
2	(9:30 a.m.)
3	JUDGE SIPPEL: Good morning.
4	MR. BERNARD: Good morning, Your Honor.
5	MR. SCHEIBEL: Good morning, Your Honor.
6	JUDGE SIPPEL: I'm assuming that the reporter has
7	your names, Mr. Scheibel, and Mr. Bernard.
8	MR. SCHEIBEL: Yes, Your Honor.
9	MR. BERNARD: Yes, Your Honor.
10	JUDGE SIPPEL: I have called this conference at
11	the request of the Bureau Counsel, as a result of a in
12	response to a motion that was filed on June 21st, in which
13	Mr. Scheibel requested this conference. Mr. Bernard was
14	notified informally, and I appreciate your cooperation in
15	getting this matter on the record as expeditiously as
16	possible. Thank you. Mr. Schelbel.
17	MR. SCHEIBEL: Thank you, Your Honor, and I thank
18	opposing counsel for being able to attend, and for the
19	expediting of this as well. Your Honor, the reason that the
20	Bureau requested this further pre-hearing is pursuant to
21	developments since the prior order issued during the first
22	pre-hearing, in that order, Your Honor, you asked us, Bureau
23	Counsel, to cooperate to the extent possible with respect to
24	the processing of Southwestern's modification application.
25	And it is in ascertaining the status of that
	Heritage Reporting Corporation (202 628-4888

- application, and what is to be done about it that we felt
- that the need for a further prehearing arose.
- 3 The nature of the proceeding where we left it is
- 4 that we had discussed a proposed consent order pursuant to
- 5 negotiations under Section 1.93 and it appeared that those
- 6 negotiations were in large part predicated upon an
- 7 assumption that a modification application that was
- 8 proffered post-designation could be expeditiously processed
- 9 by the processing division of the Bureau.
- We have since ascertained, counsel has since
- ascertained that that will not take place. In light of that
- development, we thought that it was incumbent to notify Your
- Honor and opposing counsel, insofar as this might reshape
- 14 the issues in front of us.
- JUDGE SIPPEL: Why do you say that -- what has
- changed between the earlier conference of June 6th and today
- to warrant that position on the Bureau's part?
- 18 MR. SCHEIBEL: We were attempting since the time
- of that conference to ascertain whether expedited processing
- 20 pursuant to the Commission's order concerning the silent
- 21 station modification applications would be germane to this
- 22 particular factual scenario
- Counsel has been advised that the processing
- 24 division of the Bureau will not process on an expedited
- 25 manner that applications which were first proffered post-

- designation in the silent station cases. So, that was the
- 2 policy determination that arose subsequent to our last pre-
- 3 hearing, Your Honor, and as soon as this development
- 4 unfolded, I proceeded with the motion for a further pre-
- 5 hearing.
- 6 JUDGE SIPPEL: What is the rule that you are
- 7 referring to? Can you give me a cite on that rule? You
- 8 might have done that earlier, but give it to me again,
- 9 please.
- MR. SCHEIBEL: Your Honor, the rule on the pre-
- 11 hearing?
- 12 JUDGE SIPPEL: No, the rule on the silent station
- 13 modification.
- 14 MR. SCHEIBEL: The silent station modification was
- a public notice, Your Honor. We are -- the first pre-
- 16 hearing was predicated upon understanding that
- 17 Southwestern's post-designation modification might be
- 18 subject to the expedited processing procedure pursuant to
- 19 the Commission's, I believe, May 22 notice. And that was
- 20 recited in Your Honor's order
- JUDGE SIPPEL: Okay I see what you are referring
- 22 to. All right.
- MR. SCHEIBEL: And in attempting to ascertain
- 24 whether the situation that was presently in front of us
- would fall subject to that, as I have indicated, we ran into

- a policy determination that was relevant to Southwestern's
- 2 position in this case.
- So, we felt in good faith that we needed to alert
- 4 Your Honor and opposing counsel of that discovery, so as to
- 5 revisit any other issues that might arise in that
- 6 development.
- 7 And to the extent that that has caused any delay,
- 8 as I said, we went forward with this as soon as this
- 9 determination was made, and I'm sorry for any -- the Bureau
- is sorry for any unnecessary delay in this case, but we
- 11 believe that that is a position upon which we cannot
- 12 negotiate.
- JUDGE SIPPEL: You know, you say that you can't --
- that it can't be expedited because the criteria are not met
- 15 for expediting?
- MR. SCHEIBEL: That's correct, Your Honor. The
- Bureau has interpreted the Commission's public notice as not
- 18 pertaining to post-designation modification applications.
- 19 JUDGE SIPPEL: All right. I understand what you
- are saying, but you don't feel that you don't have any
- 21 leeway of going outside of that in the context of a hearing
- on it; and we are in a hearing, and we are trying to resolve
- this thing in an expeditious fashion.
- There is a procedure for doing that, and yet you
- 25 feel that you are bound by this policy.

1.	MR. SCHEIBEL: Your Honor, counsel and all
2	involved have spent many hours in many meetings following
3	your line of reasoning, and exploring possibilities in this
4	situation.
5	And I am simply here to advise that the Bureau is
6	not willing to afford any leeway on factual scenarios such
7	as Southwestern's.
8	JUDGE SIPPEL: All right
9	MR. SCHEIBEL: And that's been the policy
10	determination that has been made, and I am bound by it.
11	JUDGE SIPPEL: All right Well, having said that
12	then, what is your argument, or what is your position, the
13	Bureau's position, with respect to where we go from here?
14	MR. SCHEIBEL: Well in following up on that, it
15	seems to me that the underlying predicate for negotiation
16	and settlement is probably in this case no longer relevant,
17	unless of course we are mistaken on the facts, and
18	Southwestern is able to expedit:cusly resume broadcasting
19	without reference to the particular modification application
20	and question.
21	I assume that is not the fact. I assume that the
22	implementation of the post-designation modification
23	application is critical to the expeditious resumption of
24	broadcasting of Southwestern's Station KLZK. It appears to
25	me that all that we are left with then after this is going

- forward toward a motion for summary decision if Southwestern
- 2 reveals to us that they cannot return to the air absent that
- 3 modification.
- 4 And then we are back to the hearing designation
- orders issues, and that is specifically whether in light of
- 6 the events then to that point at the time of designation,
- 7 Southwestern had demonstrated that it had the capability,
- 8 intent, and ability to expeditiously resume broadcasting.
- And we are back into the issue of whether its
- 10 prosecution of its applications and its maintenance of its
- license during the last period was dilatory, or in good
- 12 faith.
- And they will probably put on evidence to support
- their side, and we will comment on that evidence, and that's
- where we will be left.
- 16 JUDGE SIPPEL: Well, vou certainly are --
- 17 potentially this could become a rather expensive proceeding,
- and in the alternative, the scene that we were exploring
- 19 last time seems to be an awful lot more oriented towards the
- 20 Commission's philosophy of getting these cases moved along,
- 21 and get these things on the air
- MR. SCHEIBEL: I am aware of that, Your Honor, and
- 23 to the extent that my surmise at the first pre-hearing was
- in keeping with what I ascertained as existing policy at the
- 25 time, I thereafter learned very soon that that was not the

- 1 position of the Bureau.
- 2 And so I felt that in spite of our discussions
- 3 where these points were taken up, this is the position of
- 4 the Bureau in these particular cases.
- JUDGE SIPPEL: Well at is obviously a surprise to
- 6 me, and I think it is even more of a surprise to Mr.
- 7 Bernard. I am going to have him address this in course and
- 8 his views. But this is not one of the big networks that we
- 9 are dealing with here, and this owner is going to have to
- 10 compensate Mr. Bernard for his time.
- And listening to what you are saying here, we just
- wasted a heck of a lot of time the last time we met. And I
- am not directing that personally to you, but I think it is
- appropriate to be said on the record that this is not the
- 15 way the Commission likes to have its work done.
- But you tell me I am not going to ask you to
- respond to that now, but what [ but what you're saying is
- 18 that -- well, I heard what you said. What we have here is a
- 19 situation where in order to be sum up, it is my
- 20 understanding that there is a Class A station that is trying
- 21 to get changed over to a Class II in order to make this
- 22 economically viable to put on the air. That is essentially
- 23 what the hearing designation order says; is that correct?
- 24 MR. SCHEIBEL: There are underlying facts that the
- Bureau has put into question as to whether the efforts to

- resume broadcasting during a multi-year period were
- dilatory, or in good faith, and the Bureau's determination
- 3 upon the record in front of it is that Southwestern had been
- 4 dilatory, and therefore, the renewal of license application
- 5 should not be granted.
- Or that it raised questions as to the grantability
- 7 of it.
- 8 JUDGE SIPPEL: Well you would be open to seeing
- 9 what their position is on, say on motion papers, with
- 10 affidavits and this type of thing. You are not locked into
- 11 that position are you?
- MR. SCHEIBEL: It would depend on -- yes, what is
- revealed to us in writing.
- 14 JUDGE SIPPEL: All right. Now, have you
- 15 explored -- well, all right. Never mind. Let me ask Mr.
- Bernard to address this situation. And obviously what we
- 17 want, and what we have to decide this morning is how do we
- 18 next proceed on this case.
- 19 MR. BERNARD: Your Honor, we have a problem which
- none of us can really deal with, and that is the amendment
- 21 to the Communications Act, which says that if you have been
- 22 silent for a year come February of next year, your license
- is revoked. I mean, you just and that's lurking in the
- back of my mind as a problem.
- I have asked Bureau Counsel if some step has been

- 1 made to delay processing of application such as Brownfield.
- 2 MR. SCHEIBEL: All I can say is that I am not
- aware that the proffered application is subject to present
- 4 processing. It certainly not under expedited processing,
- 5 absent expedited processing, and I don't think there is any
- 6 processing contemplated. So, in light of that --
- 7 MR. BERNARD: What does that mean?
- 8 MR. SCHEIBEL: Is that the processing division is
- 9 not going to be acting on the post-designation modification
- 10 application.
- 11 JUDGE SIPPEL: So, you put a hold on that
- 12 application; is that correct?
- MR. SCHEIBEL: I have not put a hold on the
- 14 application. I have been advised that the processing
- decision has put a hold on that application, and that
- 16 affects our proceeding.
- MR. BERNARD: That makes it impossible, Your
- 18 Honor, to do anything here. The licensee, renewal
- 19 applicant, has been foreclosed from operating on either
- 20 Channel 280, which was his original frequency, or Channel
- 21 282, since 1987, I believe, when the FCC granted an STA for
- 22 a station of Channel 284C of Lamesa, Texas, to begin
- 23 operations.
- 24 That STA operation has ceased within the last week
- 25 pursuant to a number of procedures in which Brownfield, or

- 1 excuse me, in which Southwestern was a party.
- But they have been hamstrung the whole time, and
- 3 now when they finally get a place where their application
- 4 could be granted, the Commission says we are not going to
- 5 act on it. It is really an impossible situation. If they
- 6 want to take us off the air, why don't they just do it by
- 7 the Act.
- 8 MR SCHEIBEL: Your Honor, the issue that we are
- 9 left with is precisely that, but obviously not to be
- 10 resolved this morning as to rounsel for Southwestern
- obviously intends to characterize the factual underlayment
- of the hearing designation order as erroneous, but the
- Bureau is standing by its hearing designation order.
- 14 And so therefore we believe that it was the
- actions -- that the hearing designation order drew the line
- in the sand, and it was the actions and omissions by the
- 17 renewal licensee prior to the hearing designation order that
- are relevant to the designation questions.
- 19 And that resulted in the HDO being issue in the
- 20 first place.
- JUDGE SIPPEL: Well what about -- is the new
- owner, is the Southwestern owner answerable for the dilatory
- 23 -- for the assumedly or the allegedly dilatory conduct of
- the prior owner, the Brownfield owners?
- 25 MR. SCHEIBEL: May I speak to that, Your Honor.

1	JUDGE SIPPEL: Yes That's why I'm asking.
2	MR. SCHEIBEL: As a matter of and you will find
3	it reflected in the Commission's conditions with respect to
4	assignment of unbuilt construction permits, they are always
5	made conditional as to expeditious processing of taking
6	steps necessary to implement those unbuilt construction
7	permits as a condition of the assignment, which is why the
8	rules speak to time periods under which you are able to
9	freely assign construction permits; the first nine months
10	under the rules.
11	And I believe that it is Section 73.3535, or 3534,
12	which speaks to the nine month rule. Outside of the first
13	nine months, because the rules contemplate some dilatory and
14	bad faith behavior by permitees who do not intend to
15	construct, if they assign a construction period permit
16	outside of that period, they have to make a showing.
17	And the grants of such applications are always
18	conditioned upon a construction glan. Now, if further
19	extensions of time to construct become necessary to the new
20	assignee of the permit, the Commission always entertains
21	further construction permit extension applications on a case
22	by case basis.
23	But they have to meet the one and three showing
24	under the rules as to why circumstances beyond their control
25	precluded construction during the relevant period. The

- 1 Bureau's position is that in the litany of construction
- 2 permit applications, and the long period of time that has
- 3 passed in the hands of the former licensee and the present
- 4 permittee, that those burdens have not been met in this
- 5 case.
- As I said, further amplification on those matters
- is best done in papers to the Court, Your Honor.
- 8 MR. BERNARD: Your Honor, we never had a
- 9 construction permit. We still don't have a construction
- 10 permit. If we had a construction permit, we could be on the
- 11 air in 90 days.
- JUDGE SIPPEL: You've got an application pending,
- but you don't have the permit?
- 14 MR. BERNARD: That's correct. We've never had a
- permit; and the reason that we haven't had a permit is that
- we couldn't file for a permit because the database had this
- other station in it that blocked us.
- JUDGE SIPPEL: When you say we, you are talking
- 19 about the present --
- MR. BERNARD: My client, that's correct, Your
- 21 Honor.
- JUDGE SIPPEL: Your argument has nothing to do
- with what Brownfield was doing?
- MR. BERNARD: No, Your Henor.
- MR. SCHEIBEL: Even if we conceded the fact that

- they have not filed the necessary application to go forward
- 2 in light of any delays, the Bureau's position on that is
- 3 that the failure of Southwestern to file or implement prior
- 4 to designation the necessary construction permit application
- 5 constitutes in and of itself the dilatory behavior that has
- 6 resulted in a hearing designation order.
- 7 But I really don't believe that it is valuable at
- 8 this point to pursue this further, because these are points
- 9 for -- as I said, further briefing papers, or comments. I
- anticipate that the Bureau will comment to any motion for a
- summary decision that Southwestern would file, and we will
- examine its assertions, and go forward from there.
- MR. BERNARD: Well, I gather the Bureau has
- retreated from its position that it would negotiate a
- 15 consent order?
- MR. SCHEIBEL: That's correct.
- MR. BERNARD: Now, if we can't resolve this
- proceeding by February 1, or February 7, or whatever the
- 19 date is of next year --
- MR. SCHEIBEL: February 9 probably, I believe.
- 21 MR. BERNARD: And the way the Commission's time
- frames for processing things go that would be completely in
- the Bureau's hands. We could get, for example, and worst
- 24 case or best case, or whatever, and I'm not trying to say
- 25 what we might be.

- But we could get a favorable ruling by the Judge,
- and the Bureau could carry it through appeals with us having
- 3 never constructed on, and our license would be gone. Is
- 4 that what the Bureau contemplates?
- 5 MR. SCHEIBEL: The Bureau contemplates responding
- 6 to whatever motion you put forward. If the facts as
- 7 portrayed in the hearing designation order stand up to the -
- 8 to your assertion of the facts, we will file comments on
- 9 that.
- 10 If the hearing designation order doesn't stand up,
- we will have to explore it from there, but I can't
- 12 contemplate any particular schedule right now. And the
- Bureau is aware of the legislation that takes this matter
- out of its hands that goes into effect by operation of law
- in February of '97.
- 16 But once again a line was drawn -- the Bureau's
- position is that a line was drawn in the sand at the
- designation for hearing of Southwestern's renewal
- 19 application.
- JUDGE SIPPEL: Well, let me ask you this. Would
- 21 the Bureau -- if we do down this -- I'm assuming that we are
- going to go down this road now with a summary decision, and
- 23 if I were to grant a summary decision, let's say, in favor
- of Southwestern, would the Bureau or -- well, it doesn't
- 25 make any difference really which way it comes out, as there

- is going to be an appeal.
- 2 But would the Bureau soin in a request that the
- 3 Commission expedite the review?
- 4 MR. SCHEIBEL: We can't answer that at this time,
- 5 Your Honor, but any scenario we would take under
- 6 consideration.
- 7 MR. BERNARD: Well, Your Honor, it seems to me
- 8 that the Bureau has become the Judge in this kind of
- 9 situation. If they want us off the air, they can delay the
- 10 proceeding, and the statute comes in, and our neck is up.
- 11 MR. SCHEIBEL: The Bureau's position is that it
- was not the Judge in this case. It was the actions of the
- renewal licensee that resulted in the hearing designation
- 14 order.
- MR. BERNARD: If I can demonstrate to the
- 16 satisfaction of the Judge that that is not the case. I
- mean, my problem is getting if I could get the
- 18 application granted, we could be on the air. I assume the
- 19 Bureau wants service to the public
- MR. SCHEIBEL: In the general --
- MR. BERNARD: But in the absence of that --
- 22 JUDGE SIPPEL: Let him finish. Let him finish.
- MR. SCHEIBEL: I'm sorry, Your Honor.
- MR. BERNARD: In the absence of that, there really
- is no point in having a hearing because we don't know where

- we're going. If somebody gets sick in the hearing division
- and can't write the findings, or somebody at the Commission
- delays in issuing a decision, and February 1 comes, all of
- 4 this is meaningless. It's moot
- 5 MR. SCHEIBEL: Your Honor, the Bureau's response
- 6 to that is that we probably are ready to go forward and
- 7 entertain a motion for summary decision at this point, and
- 8 if Your Honor wants to schedule comments to that, we will do
- 9 what we can to play our part in getting this thing resolved
- one way or the other at the earliest time.
- We are not trying to drag this out with a hearing
- 12 with meaningless evidence or exhibits if it is going to be -
- if it can be resolved on paper
- JUDGE SIPPEL: Well it -- I can identify with Mr.
- Bernard's frustration at this I don't know whether
- anything further is going to be revealed at this conference.
- I don't know -- I mean, I have a general awareness, in terms
- 18 of what has been circulated in terms of this
- 19 Telecommunications Act, and the impact it is going to have
- 20 on here.
- I don't have it defined in my own mind that there
- is absolutely no discretion that the Commission has under
- 23 the Act, in terms of what it can do on a case by case basis.
- 24 What I am hearing here is that it seems from both sides of
- 25 the table that you are both under the assumption, anyway,

- that it is just automatic, and that it is a drop dead date
- under the Telecommunications Act. February 9th.
- 3 MR. BERNARD: That's the way that I read it, Your
- 4 Honor.
- 5 JUDGE SIPPEL: There is absolutely no discretion
- 6 that any Agency has at any level to take a special set of
- 7 factors into consideration. That's what I'm hearing; is
- 8 that not correct?
- 9 MR. SCHEIBEL: Your Honor, may I comment to that?
- 10 JUDGE SIPPEL: Yes
- MR SCHEIBEL: That's what we perhaps foresee, and
- something that I suppose the Court of Appeals will one day
- have to take up as to what Congress meant with respect to
- that legislation. That doesn't appear to carve out
- 15 exceptions.
- But we really aren't are the position to override
- 17 Congress' direct legislation on this. But we can already
- 18 see on the horizon certain cases that may be ripe for a
- 19 court review to clarify all that. But that's really not
- germane to where we are going today.
- MR. BERNARD: Well, there's another problem, Your
- 22 Honor. If we resolve this proceeding, even if it is
- favorable to Southwestern, then we still don't have a
- 24 construction permit.
- JUDGE SIPPEL: Well, I understand that.

- 1 MR. BERNARD: And since somebody has got to
- 2 process it, and I assume that we would get the cooperation
- of the Bureau to process it, but there is no cooperation
- 4 that is being indicated here this morning. As a matter of
- fact, what they are saying is that -- well, what I'm hearing
- is -- well, you know, we're not going to have a hearing.
- We have designated vow for a hearing, and we can
- 8 control the hearing, and therefore, you are dead.
- 9 JUDGE SIPPEL: Well you don't have to respond to
- 10 that. If you have an argument to make to me -- I think the
- Bureau has stated its position; is that correct?
- 12 MR. SCHEIBEL: That's correct, Your Honor.
- JUDGE SIPPEL: I hear you. Now, my order is still
- outstanding. Well, let me go back to my order, but I have
- 15 -- this is 96M-151, where I have urged the Bureau to
- 16 expedite filings. Now I am being told that that urging at
- my -- well, that my urging is not going to be honored by the
- 18 Bureau.
- I take it that the Bureau feels that it is bound
- 20 by a policy of the Commission that they can't cooperate in
- 21 that effort?
- MR. SCHEIBEL: That's correct, Your Honor.
- JUDGE SIPPEL: All right Well, then I can't
- 24 obviously -- I can't obviously order the Bureau to do what
- 25 it feels is contrary to Commission policy because you are

- 1 not going to do it.
- But I think that the I am not going to amend
- anything that I have said up until this point in the event
- 4 that Mr. Bernard's client wants to take this outside the
- 5 Commission. I'm not suggesting that you do, or what you do,
- 6 but I think that -- I mean, it sounds like you are
- 7 definitely in the vernacular of caught between a rock and a
- 8 hard place.
- And there is no relief that I can give you right
- 10 here today. We have a -- I think we just have to turn to
- 11 scheduling matters. The best that I can do is to rule on a
- motion for summary decision, and whatever ruling make, there
- is no longer a review board intermediary.
- 14 You can go right up to the Commission with
- whatever I do, or I suppose you could go up to the
- 16 Commission for some kind of emergency relief, in terms of
- the impact of its policy on your situation. You can do that
- 18 simultaneously with what I'm doing
- 19 Again, I don't want to be in the position of
- 20 advising or recommending any particular course of action,
- 21 but it just seems to me that there is a range of remedies.
- How success they would be, you know, I have absolutely no
- 23 idea.
- But there are a range of options that the
- 25 applicant party has. But those options -- the options

- before me are considerably more narrow. Now, I don't know -
- 2 well, again, let's go back to where we are.
- We have a -- my outstanding order says that by
- 4 July 15th there is either going to be a proposed consent
- 5 order or a motion. That date still stands. I want to make
- 6 two qualifications to that. First of all, since Mr. Bernard
- 7 came in here at the last conference unaware of this policy
- 8 interpretation of the Bureau, obviously he was not in a
- 9 position to address what we are addressing this morning.
- 10 So, the point that I am getting at is that if you
- want more time to get your papers in, I will be amenable to
- 12 giving you more time. However, let me point this out on the
- other hand. I think I might have advised you off the
- 14 record, but I should advise you on the record, that I have
- to leave the country on the 26th of July in order to attend
- my daughter's wedding outside the United States.
- And I'm not going to be returning to the United
- 18 States until the 19th of August If you want to move this
- 19 schedule up -- and this is up to you, Mr. Bernard, because
- 20 if you want to get something to me earlier than July 15th,
- 21 then I would move the comment period to an earlier date in
- order to allow me to rule on this before I leave.
- In other words, get a ruling on this by the end of
- July. Whichever way it goes, at least that would -- you
- know, it would be a factor of three weeks at least. And

- 1 that's all that I can do.
- I don't have any other discretion as I see it to
- do anything else. I can only accommodate you as best I can.
- 4 Now, if you want to talk to counsel about this, and get
- back to me, or if you want to a make a decision today on the
- 6 dates, I'm here to do it.
- We can recess if you want to talk, and I can come
- 8 back in here, and we can work out a schedule. Do you have
- 9 any position at this time, or do you have any alternative
- 10 procedures that you would be advocating this morning or
- 11 recommending?
- MR. BERNARD: Well, it's very difficult, Your
- 13 Honor. In the normal new applicant proceeding, for example,
- 14 you would have some control over the filing of an amendment
- in the issuance of a construction permit, and that kind of
- thing. Here I'm -- the prosecutor has the last word here,
- and I just -- and I'm wondering from what I'm hearing about
- 18 the prosecutor's -- you know, I don't feel individually
- 19 paranoid for my client.
- I feel like I'm caught up in a policy shift here,
- which basically says that anybody that wasn't built before
- the construction permit went down is going to suffer at the
- 23 hands of the new Telecommunications Act, because I can't get
- 24 it all done within the time frame that is left before the
- 25 hammer drops in February.

1	There is just no way we can get it done. You
2	can't order the Bureau to do anything I gather, and if
3	and so my prosecutors, they have the full power of whether
4	or not to process the application, and issue me a
5	construction permit.
6	MR. SCHEIBEL: Well T dispute that, Your Honor.
7	JUDGE SIPPEL: Why as that?
8	MR. SCHEIBEL: Because what's relevant to the
9	renewal proceeding are those actions that occurred in the
10	prosecution of the renewal prior to designation. Those are
11	the operative facts.
12	If the operative facts - if counsel for
13	Southwestern believes that the operative facts are in his
14	favor, and support grant of the renewal, then he should try
L5	to demonstrate that with a motion for summary decision. If,
16	however, he is arguing that implementation of that
L 7	modification application that was first proffered post-
L8	designation is essential to that showing, we would dispute
L9	the propriety of that.
20	MR. BERNARD: It is not essential to the showing.
21	JUDGE SIPPEL: What just a second.
22	MR. BERNARD: Excuse me
23	JUDGE SIPPEL: Wait just a second. We are talking
24	about two different things here You are talking about
25	getting to the ultimate to the litigation of the issues